

GMP Diversified Alpha Fund

Description

The GMP Diversified Alpha Master Fund (the "Fund") is a tax-effective¹ Multi-Strategy Fund consisting of diversified investments. Our objective is to generate superior risk-adjusted absolute returns over the long term. The Fund will also seek to preserve capital through the use of prudent risk management tools.

Performance Attribution

In June, the Master Fund generated a negative return of 0.92%, net of fees. Major equity markets were down during June while investors continued to oscillate their attention between the Euro debt crisis and the weakening jobs picture in the U.S. In light of these choppy markets, we have increased the Fund's allocation to cash to 35%. We will selectively deploy capital in liquid positions where we see appropriate risk adjusted opportunities.

Equity

The Equity strategy had negative returns in June. Market sentiment was extremely negative during the first two week of June, recovering slightly by month end. Most global equity markets, including the TSX and S&PO 500 were negative for the month.

Credit

The Credit strategy generated slightly positive returns in June. The softness in the credit markets continued to substantiate the sell off in equities that commenced in the middle of May.

Quantitative

The Quantitative Strategy was negative in June. Unpredictable global equity markets are providing difficult conditions for our quantitative models. Thus we are carefully deploying capital in this strategy and imposing tight stop loss limits.

Statistics

Last 12 Month Statistics

	Alpha Master Fund ²	Bloomberg Multi Strat Index	Credit Suisse Multi Strat Index	Barclay Multi Strat Index	S&P 500 Index	S&P TSX Index	S&P TSX60 Index	S&P TSX Venture
12 Month Return	11.79%	18.45%	13.53%	10.42%	28.13%	17.76%	15.38%	34.49%
Annualized Volatility	4.62%	10.03%	3.55%	3.43%	13.84%	8.61%	8.11%	26.71%
Winning Months	75.00%	58.33%	83.33%	75.00%	58.33%	66.67%	66.67%	58.33%
Average Monthly Gain	1.47%	3.11%	1.35%	1.28%	4.88%	2.85%	2.61%	7.96%
Average Monthly Loss	-0.65%	-0.86%	-0.34%	-0.50%	-1.65%	-1.50%	-1.55%	-4.51%
Sharpe Ratio (Rf = 0)	2.42	1.70	3.59	2.90	1.81	1.91	1.78	1.12
Correlations (Alpha to)	1.00	0.57	0.66	0.75	0.53	0.68	0.71	0.74

Monthly Performance (Inception April 2008)

	Jul/10	Aug/10	Sept/10	Oct/10	Nov/10	Dec/10J	Jan/11	Feb/11	Mar/11	April/11	May/11	June/11	Last 12 Mo.	Since Inception
Master Fund (Net)	0.13	0.08	1.86	1.99	1.70	3.10	2.42	1.65	-0.84	-0.19	0.31	-0.92	11.79	30.45
Class A Units (Net)	0.07	0.01	1.78	1.92	1.64	3.02	2.35	1.58	-0.90	-0.25	0.25	-0.96	10.96	26.19
S&P TSX 60 (Gross)	3.71	1.71	3.82	2.49	2.18	3.79	1.30	4.45	-0.51	-1.39	-1.10	-3.20	15.38	-2.49
S&P 500 (Gross)	6.88	-4.74	8.76	3.69	-0.23	6.53	2.26	3.20	-0.10	2.85	-1.35	-1.83	28.13	-0.16

¹ All references to tax herein are from a Canadian perspective. Non-Canadian investors should seek independent tax advice.

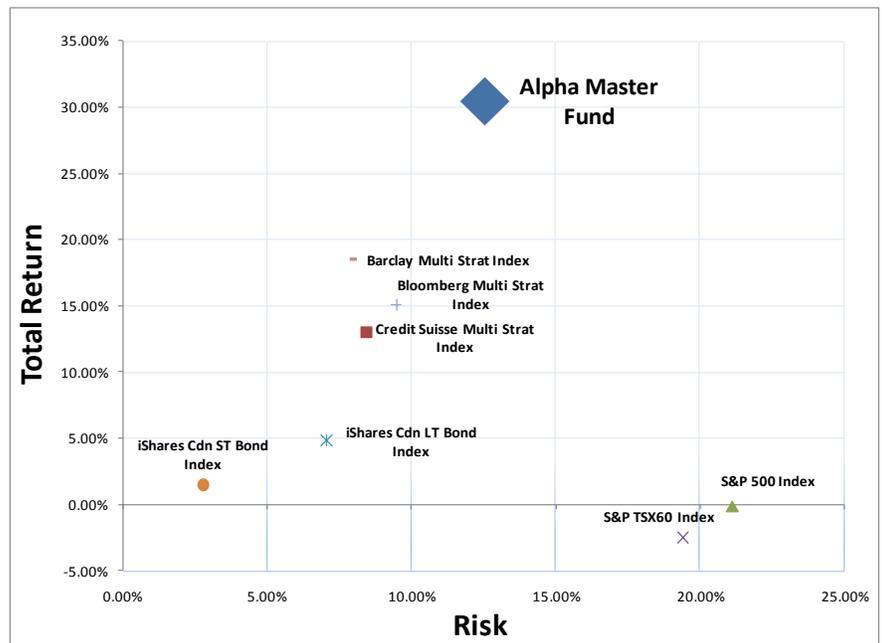
² Alpha Master Fund Performance is shown net of fees. Investors will gain access to the Alpha Master Fund returns through a share class unit, which will have returns reduced by costs associated with the specific share class held. Investment funds are not guaranteed, their values change frequently and past performance June not be repeated. The above mentioned returns are not meant to act as a benchmark against which the Alpha Master Fund should be measured, rather, they are presented to show the risk and return characteristics of the different indices.

Prices and Performance/Unit

Class	A*	F*	A-I*	F-I*
NAV*(\$)	1,261.92	1,274.46	117.15	117.15
Return	-0.96%	-0.96%	-0.96%	-0.96%

*Net of Fees (includes Forward Agreement costs for domestic Investors that allows for potential tax deferral. Refer to the Offering Memorandum for complete disclosure).

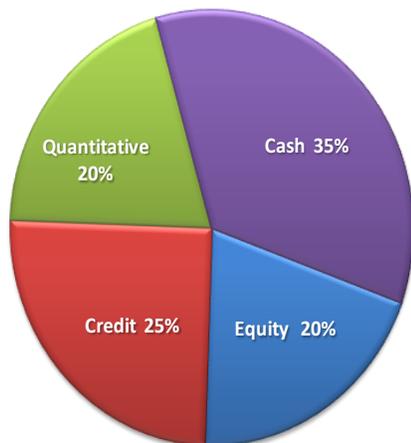
Focus on Risk Adjusted Returns



Source: Bloomberg, Total Return and Annualized Volatility since Alpha Master Fund inception

GMP Diversified Alpha Fund

Portfolio Allocation At July 1, 2011



About the Alpha Fund

Alpha Fund:	\$427MM (as at July 1, 2011)
Fund Inception:	April 2008
Fund Details:	2% Management Fee 20% Performance Fee High Water Mark, no reset RSP Eligible
Fund Advisor:	GMP Investment Management L.P.
Prime Broker:	TD Securities RBC Capital Markets
Administrator:	Citigroup Fund Services
Auditor:	Deloitte & Touche LLP
Lawyer:	McMillan LLP
FundSERV:	GMP104 (A-I Class) GMP105 (F-I Class)

Allocation Commentary

The Fund remained conservatively positioned through June, with over 1/3 of the fund's capital in cash. Further, we continued to focus on prioritizing liquidity as market uncertainty continued. Major equity indexes suffered negative performance during the month with the TSX 60 (-3.20%) and S&P 500 (-1.83%) both down. The overwhelming story during the month was sovereign debt issues, with a focus on Greece. The output of the Greece austerity vote in June may yet prove to be "too little-too late" for Greece as the ECB is currently evaluating whether or not to accept or refuse restructured Greek bonds as collateral for lending to European banks. As we write, Portugal debt suffered a rating downgrade to "junk" status, which rattled markets globally and spreads on their debt widened. Concern on this side of the Atlantic are on President Obama's ability to get Congress to raise the debt ceiling. Although equities were weak on the month, the Fund continued to maintain a pro-cyclical bias with an overweight in energy stocks. This weighting proved costly on the month as energy was the second worst performing sector within the S&P TSX Index. This under-performance of pro-cyclical sectors on a short-term basis has been consistent with previous mid-cycle slow downs, but the magnitude of this under-performance has been magnified by fears of a European sovereign debt crisis and the debt ceiling debate occurring in the U.S. The Credit strategy generated slightly positive returns in June. The credit markets continued to substantiate the sell off in equities that commenced in the middle of May. As a result of a continuing decay in risk sentiment, CDS swap and cash spreads among corporate bonds have continued to come under pressure. Due to the troubles in the Euro zone and the continued evidence of a slowing U.S. economy, money flows out of credit products increased. For the month, nearly \$6.3 billion was withdrawn from U.S. high-yield funds. Until opportunities providing appropriate risk adjusted returns materialize, the Fund will remain "close to home" with a substantial cash position.

GMPIM at a Glance

People

We have 18 experienced capital markets professionals involved in managing the Fund. All Managing Partners have significant personal investments in the Fund. The Fund has an oversight board and dedicated compliance and finance functions. We involve reputable and independent firms to provide audit, legal and operations oversight.

Process

The Fund is managed to minimize risk and maximize return over time. Our real time risk management system emphasizes both capital preservation and managing risk across positions and sectors. We apply absolute risk limits within the Fund in addition to proprietary models to maximize our risk/return posture.

Performance

The Fund seeks to provide absolute returns over time. Our goal is to limit the variability of monthly returns and to achieve positive monthly performance. The Fund will reinvest income earned to achieve long term total return for investors.

Benefits

Investors benefit from the rigorous processes deployed in the management of the Fund, including risk management, portfolio allocation and the tax structure.

This material is for information only, and is not to be construed as an invitation to make an investment in our funds, nor does it constitute a public offering to sell the Fund or any other products described herein. This material should not be relied upon when evaluating the merits of a potential investment in any funds managed by GMP Investment Management L.P. Applications for the Fund will only be considered in accordance with terms stated in the Fund's confidential offering memorandum (the "Offering Memorandum"). The information contained in this material is subject to change without notice and GMP Investment Management L.P. and its affiliates will not be held liable for any inaccuracies or misprints. Past performance June not be repeated. An investment in the Fund is not intended as a complete investment program and should only be made after consultation with independent investment and tax advisors. Please refer to the Offering Memorandum for a further discussion of the risks of investing in the Fund. GMP Investment Management L.P. is registered as an Investment Fund Manager, Portfolio Manager and Exempt Market Dealer, and as such is prepared to engage as an Adviser or Exempt Market Dealer in respect of securities of its related issuers and, in the course of distribution, of securities of connected issuers, but only to the extent from time to time permitted by applicable securities legislation or rule, policy, directive or order of any securities regulatory authority.